



Session 36

Nontraditional Programs Open Forum

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Resources: amounts and timing of disbursements

- Prior nontraditional presentations on IFAP
 - <http://www.ifap.ed.gov/presentations/attachments/05NASFAANontradAcaCal.ppt>
 - Term and nonterm programs
 - Case studies
- 2005-2006 FSA Handbook
 - Volume 3, Chapters 1, 3, and 4
 - Volume 4, Chapter 2





Monitoring Annual Loan Limits: SAY and BBAY

SAY (Standard Term, Credit Hour Programs)	BBAY (Standard Term, Credit Hour Programs)	BBAY (Clock Hour, Nonterm, & Non-standard Term Programs)
<ul style="list-style-type: none"> ➤ Consists of a traditional academic calendar with at least two semesters or three quarters ➤ Begins/ends at same time each year ➤ Must meet statutory requirements for an academic year ➤ Student regains eligibility for new annual loan limit after SAY calendar period has elapsed ➤ Total of all loans received within SAY (including summer trailer/header) may not exceed annual loan limit ➤ After original loan, student may receive additional loans during same SAY if: <ul style="list-style-type: none"> • Student did not receive maximum annual loan amount and has remaining eligibility; • Student progresses to grade level with higher annual loan limit; or • Student changes from dependent to independent ➤ Summer term may be "trailer" or "header" per: <ul style="list-style-type: none"> • Strict policy; • By program; or • Case by case, by student ➤ Summer minisessions may be combined and treated as single trailer/header, or assigned to different SAYs (affects all Title IV) 	<p><i>All standard term, credit hour programs:</i></p> <ul style="list-style-type: none"> ➤ Floats with student's enrollment ➤ Student regains eligibility for new annual loan limit after BBAY calendar period has elapsed ➤ Total of all loans received within BBAY may not exceed annual loan limit ➤ After original loan, student may receive additional loans during same BBAY if: <ul style="list-style-type: none"> • Student did not receive maximum annual loan amount and has remaining eligibility; • Student progresses to grade level with higher annual loan limit; or • Student changes from dependent to independent ➤ Must begin with term in which student is actually enrolled ➤ May include terms student does not attend if student could have enrolled at least half-time ➤ Minisessions (summer or otherwise) must be combined with each other or with other terms and treated as a single standard term (affects all Title IV) <ul style="list-style-type: none"> • Student need not enroll in each minisession, but must have been able to enroll at least half-time in the combined term <p><i>Programs offered in SAY:</i></p> <ul style="list-style-type: none"> ➤ May use BBAY for: <ul style="list-style-type: none"> • All students; • Certain students; or • Certain programs ➤ May alternate SAY and BBAY for a student if academic years do not overlap ➤ Length of BBAY must equal number of terms in SAY (excluding summer trailer/header) ➤ Number of hours/weeks in BBAY need not meet Title IV minimum if BBAY includes summer term <p><i>Programs not offered in SAY:</i></p> <ul style="list-style-type: none"> ➤ Must use BBAY ➤ BBAY consists of: <ul style="list-style-type: none"> • At least 2 consecutive semesters or trimesters; or • At least 3 consecutive quarters ➤ BBAY must meet Title IV minimum for hours/weeks 	<ul style="list-style-type: none"> ➤ Floats with student's enrollment ➤ BBAY must meet minimum Title IV requirements for academic year ➤ Begins with student's enrollment ➤ Student regains eligibility for new annual loan limit only after successfully completing minimum number of weeks and clock/credit hours in the program's defined Title IV academic year ➤ Student does not progress to next grade level until completion of BBAY ➤ After original loan, student may receive additional loans within a BBAY only if: <ul style="list-style-type: none"> • Student did not receive maximum loan amount and has remaining eligibility; or • Student changes from dependent to independent ➤ Also applies to programs that mix non-standard terms and standard terms and that do not have an SAY



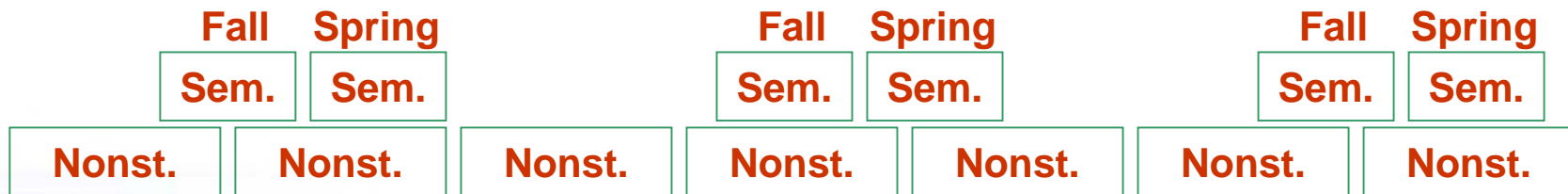


Case Studies





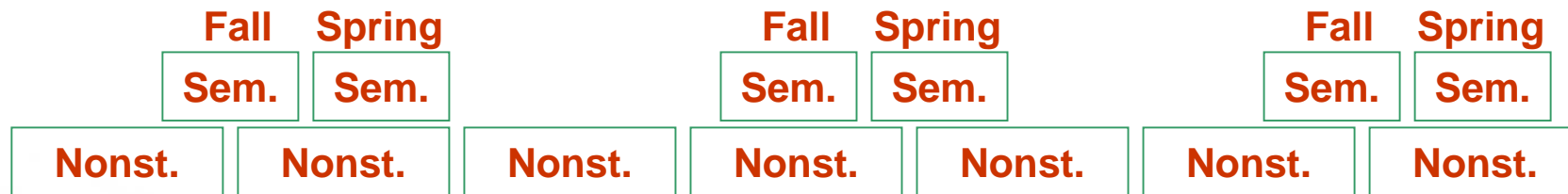
Case Study #1



- Have traditional semester-based calendar
- Also have a “bachelor’s degree completion program”
- Offered in 20 week nonstandard terms



Case Study #1

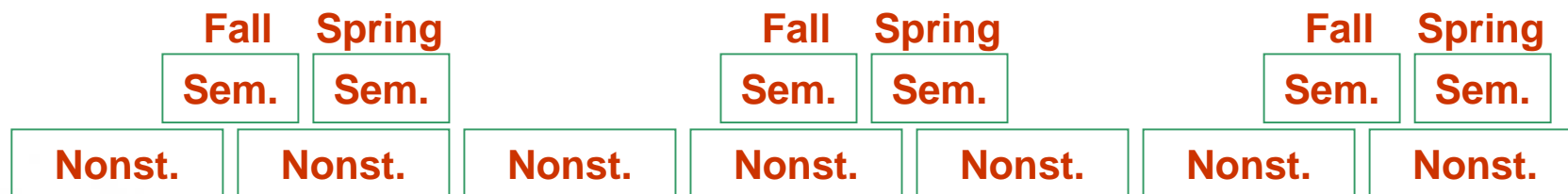


- If admit only students who can complete their degree in the 20-week term format, would be nonstandard term-based
 - Pell: Formula 3
 - FFEL/DL: BBAY for nonstandard term and nonterm; disbursement by payment period
- Retain for traditional calendar program
 - Pell: Formula 1
 - FFEL/DL: SAY





Case Study #1

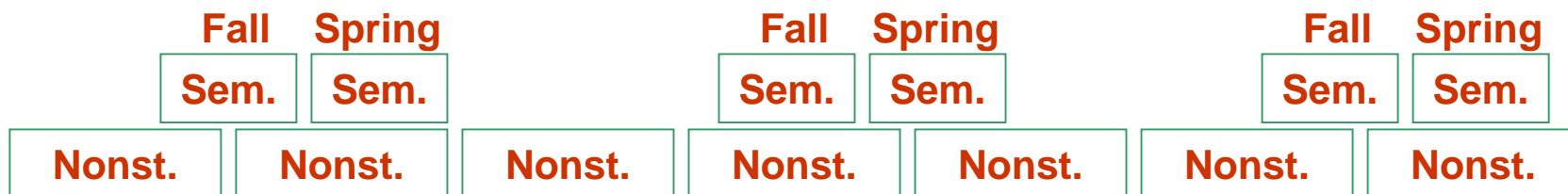


- If not considered as a separate program from traditional calendar and students can cross-register between semesters and nonstandard terms, would be nonterm
 - Pell: Formula 4
 - FFEL/DL: BBAY for nonstandard term and nonterm
 - Minimum loan period is academic year or remaining balance
 - Calendar midpoint and successful completion of half hours in loan period determines second half disbursement





Case Study #1



- If admit students who must take semester-based coursework subsequent to, or prior to, the 20-week terms and assuming attendance in no overlapping terms—
 - Pell: Formula 3 for all terms in program
 - FFEL/DL: BBAY for nonstandard term and nonterm programs (for academic years with terms not substantially equal in length, would disburse under nonterm requirements, prior slide)





Case Study #2

144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	42 h 3 w	756 h 17 w
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- Undergraduate clock hour program
 - 1806 clock hours
 - 62 weeks of instructional time
- Eight classes plus a 17 week, 756 clock hour externship
- Grades for each class and externship
- Academic year: 30 weeks of instructional time and 900 clock hours





Case Study #2: Pell

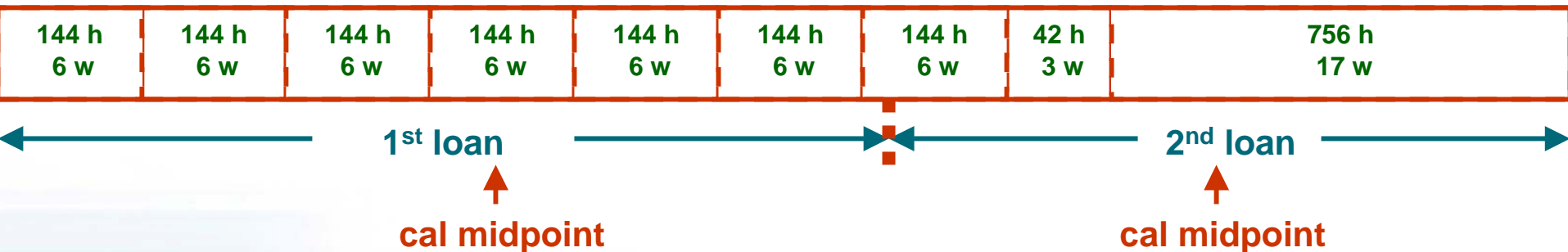
144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	144 h 6 w	42 h 3 w	756 h 17 w
1 st Pell disbursement		2 nd Pell disbursement 576 h, 24 w			3 rd Pell disbursement 1008 h, 42 w		4 th and 5 th Pell disbursements Late disbursements	

- Payment periods
 - Four payment periods = successfully completing 450 clock hours, 15 weeks
 - Fifth payment period = successfully completing 6 clock hours, 2 weeks
- Assumes passes all courses and externship





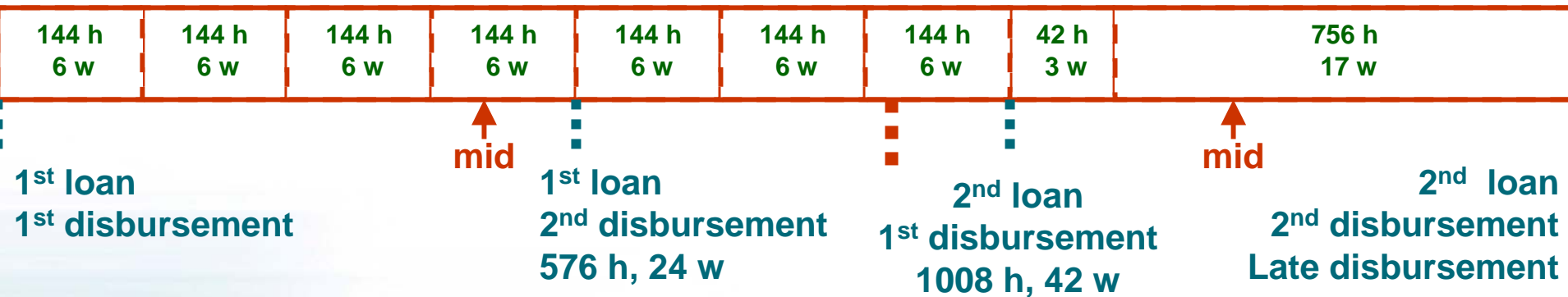
Case Study #2: Loans



- First loan period = 900 hours, 37 weeks to cover academic year
- Second loan period = balance of the program 906 hours and 25 weeks
- No proration for second loan since loan period has the hours in the academic year



Case Study #2: Loans



- Second loan, first disbursement, after successfully completing the hours in the first academic year.
- Second loan disbursements for both loans after midpoint and successfully completing half the hours (450 and 453 in each loan period) in the loan period. For second loan, second disbursement must be a late disbursement.



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